

REFUND OF READJUSTMENT/SEPARATION/SEVERANCE PAY

For use of this form, see AR 37-104-4; the proponent agency is ASA (FM)

(DATA REQUIRED BY THE PRIVACY ACT OF 1974)

AUTHORITY: Title 10, USC 1174

PRINCIPAL PURPOSE: To identify soldiers who are being paid readjustment/separation/severance pay after 14 September 1981.

ROUTINE USES: The information is used to inform soldiers of their liability to repay this readjustment/separation/severance pay.

DISCLOSURE: Disclosure is voluntary, but without this information, an undue financial hardship for the soldier may result.

Because I am entitled to receive readjustment/separation/severance pay in connection with my involuntary release from active duty and I have elected to receive rather than waive payment, I hereby acknowledge that I understand I will be required by law to refund the pay under the conditions outlined below.

a. If, at a future date, I qualify for receipt of length of service (20 years or more active duty) retired pay, I will be required to refund from such retired or retainer pay so much of such pay as is based on the service for which readjustment/separation/severance pay was received, until the total amount of readjustment/separation/severance pay is repaid. I will not be entitled to receive any retired pay until the required amount of readjustment/separation/severance pay to be refunded has been collected.

b. If I am entitled to receive VA disability compensation in connection with my current release from active duty, the VA will deduct the amount of readjustment/separation/severance pay received from future VA compensation. VA will not make this deduction if I become entitled to VA disability compensation that is based on a period of active duty which is later than the period for which payment of readjustment/separation/severance pay was made.

(signature)

(typed name, rank)

(date)